

CASH FLOW

	1 Current Year	2 Prior Year
Cash from Operations		
1. Premiums and revenues collected net of reinsurance	137,342,444	160,304,622
2. Claims and claims adjustment expenses	120,651,023	139,478,298
3. General administrative expenses paid	12,421,203	15,046,963
4. Other underwriting income (expenses)	0	0
5. Cash from underwriting (Line 1 minus Line 2 minus Line 3 plus Line 4)	4,270,218	5,779,361
6. Net investment income	1,753,409	1,658,876
7. Other income (expenses)	391,073	1,179,441
8. Federal and foreign income taxes (paid) recovered	(1,856,000)	(323,493)
9. Net cash from operations (Lines 5 to 8)	4,558,700	8,294,185
Cash from Investments		
10. Proceeds from investments sold, matured or repaid:		
10.1 Bonds	991,354	1,435,669
10.2 Stocks	0	0
10.3 Mortgage loans	0	0
10.4 Real estate	0	0
10.5 Other invested assets	0	0
10.6 Net gains or (losses) on cash and short-term investments	(386)	0
10.7 Miscellaneous proceeds	0	0
10.8 Total investment proceeds (Lines 10.1 to 10.7)	990,968	1,435,669
11. Cost of investments acquired (long-term only):		
11.1 Bonds	0	268,795
11.2 Stocks	0	0
11.3 Mortgage loans	0	0
11.4 Real estate	0	0
11.5 Other invested assets	0	0
11.6 Miscellaneous applications	0	0
11.7 Total investments acquired (Lines 11.1 to 11.6)	0	268,795
12. Net Cash from investments (Line 10.8 minus Line 11.7)	990,968	1,166,874
Cash from Financing and Miscellaneous Sources		
13. Cash provided:		
13.1 Surplus notes, capital and surplus paid in	(3,000,000)	84,959
13.2 Net transfers from affiliates	0	2,678,191
13.3 Borrowed funds received	0	0
13.4 Other cash provided	0	0
13.5 Total (Lines 13.1 to 13.4)	(3,000,000)	2,763,150
14. Cash applied:		
14.1 Dividends to stockholders paid	0	0
14.2 Net transfers to affiliates	(90,252)	0
14.3 Borrowed funds repaid	0	0
14.4 Other applications	0	0
14.5 Total (Lines 14.1 to 14.4)	(90,252)	0
15. Net cash from financing and miscellaneous sources (Line 13.5 minus Line 14.5)	(2,909,748)	2,763,150
RECONCILIATION OF CASH AND SHORT-TERM INVESTMENTS		
16. Net change in cash and short-term investments (Line 9 plus Line 12 plus Line 15)	2,639,920	12,224,209
17. Cash and short-term investments:		
17.1 Beginning of year	13,411,713	1,187,504
17.2 End of year (Line 16 plus Line 17.1)	16,051,633	13,411,713